

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF	)	CASE NO.
NORTH NELSON WATER DISTRICT	)	2015-00182

ORDER

On June 8, 2015, North Nelson Water District (“North Nelson”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.<sup>1</sup>

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. North Nelson purchases water from the Louisville Water Company (“Louisville”) and from the city of Bardstown (“Bardstown”).
2. Louisville notified North Nelson that effective July 1, 2015, Louisville would increase its wholesale rate to North Nelson from \$2.10 per 1,000 gallons to \$2.15 per 1,000 gallons and would increase its customer charge from \$925 per month to \$1,002 per month.<sup>2</sup> North Nelson proposed to increase the water rates to its customers effective July 1, 2015.
3. North Nelson proposed a purchased water adjustment factor of \$0.05 per 1,000 gallons.

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<sup>1</sup> KRS 278.015; 807 KAR 5:068.

<sup>2</sup> TFS 2015-00202 (Ky. PSC filed Apr. 2, 2015); The tariff was accepted for filing by the Commission by letter dated June 22, 2015.

4. During the 12 months ended April 30, 2015, North Nelson purchased 198,272,000 gallons of water from Louisville and 97,510,000 gallons from Bardstown, and sold 262,865,600 gallons. The increase in the cost of purchased water is \$10,837.60, resulting in a purchased water adjustment factor of \$0.05 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.

6. North Nelson's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered on and after July 1, 2015.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.05 per 1,000 gallons is approved.

2. North Nelson's proposed rates are approved for water service rendered on and after July 1, 2015.

3. Within 20 days of the date of this Order, North Nelson shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED  
JUL 07 2015  
KENTUCKY PUBLIC  
SERVICE COMMISSION

ATTEST:

  
\_\_\_\_\_  
Executive Director

Case No. 2015-00182

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 2015-00182 DATED **JUL 07 2015**

	New Rate	Base Rate
North Nelson Water		
Monthly Service Charge	\$ 1,002.00/month	\$ 925.00/month
	<u>        X 12</u>	<u>        X 12</u>
	\$12,024.00	\$11,100.00
Purchases In gallons		
Louisville Water	198,272,000	198,272,000
Volumetric rate	<u>\$ 2.15/1,000</u>	<u>\$ 2.10/1,000</u>
	\$426,284.80	\$416,371.20
Total	\$438,308.80	\$427,471.20
	Increased water cost	\$10,837.60

Increased water cost	\$ 10,837.60
Divided by gallons sold/1,000	<u>262,865,600</u>
Purchased water adjustment factor	\$0.04122 per 1,000 gallons
or	\$0.05 per 1,000 gallons

## APPENDIX B

### APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2015-00182 DATED **JUL 07 2015**

The following rates and charges are prescribed for the customers in the area served by North Nelson Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

#### Monthly Water Rates

First	2,000 gallons	\$14.73 Minimum Bill
Next	3,000 gallons	4.19 per 1,000 gallons
Next	5,000 gallons	3.62 per 1,000 gallons
Over	10,000 gallons	3.32 per 1,000 gallons
Truck Loading Stations		7.00 per 1,000 gallons

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Chairman  
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